

HEALTH SERVICES AND DEVELOPMENT AGENCY

COMMUNIQUE

**A MONTHLY PUBLICATION OF THE
HEALTH SERVICES AND DEVELOPMENT AGENCY**

**Andrew Jackson State Office Building
500 Deaderick Street, Suite 850
Nashville, TN 37243**

JULY, 2003

For Meeting verification/change or agenda information, please call the Agency Office

HEALTH SERVICES AND DEVELOPMENT AGENCY

**Chairman Gene Caldwell, M.D.
Vice ChairmanCarl Koella
Executive Director Melanie Hill
General Counsel Reid A. Brogden**

**Department of Health, Bureau of Health Informatics615/741-0244
Department of Mental Health and Developmental Disabilities, Office of Policy Planning.....615/532-6500**

**Office Hours are 8:00 a.m. to 4:30 p.m., Central Time, Monday through Friday.
ALL RECORDS ARE PUBLIC INFORMATION**

CALENDAR

The Health Services and Development Agency office will be closed on the following days in 2003:

Wednesday, January 1 – New Year's Day
Monday, February 17 – President's Day
Monday, May 26 – Memorial Day [Observed]
Monday, September 1 – Labor Day
Tuesday, November 11 – Veteran's Day

Monday, January 20 - M.L. King Day
Friday, April 18 – Good Friday
Friday, July 4 – Independence Day
Monday, October 13 – Columbus Day [Tentative]
Thursday, November 27 – Thanksgiving Day
Thursday, December 25 – Christmas Day

REVIEW CYCLE

2003 Cycle	Publication Dates- Letter of Intent	Application	HDSA Meeting	End of Appeal Period
January	12/01/02-12/10/02	5 days after publication	03/26/03	15 days after meeting date
February	01/01/03-01/10/03		04/23/03	
March	02/01/03-02/10/03		05/28/03	
April	03/01/03-03/10/03		06/25/03	
May	04/01/03-04/10/03		07/23/02	
June	05/01/03-05/10/03		08/27/03	
July	06/01/03-06/10/03		09/24/03	
August	07/01/03-07/10/03		10/22/03	
September	08/01/03-08/10/03		11/12/03*	
October	09/01/03-09/10/03		12/10/03*	
November	10/01/03-10/10/03		01/28/04	
December	11/01/03-11/10/03		02/25/04	

*Tentative date to be confirmed later in the year.

In the event that the last appropriate filing date falls on a Saturday, Sunday, or legal holiday, such filing should occur on the *preceding* business day.

STATE OF TENNESSEE POLICY OF NON-DISCRIMINATION

PURSUANT TO THE STATE OF TENNESSEE'S POLICY OF NON-DISCRIMINATION, THE HEALTH SERVICES AND DEVELOPMENT AGENCY DOES NOT DISCRIMINATE ON THE BASIS OF RACE, SEX, RELIGION, COLOR, NATIONAL OR ETHNIC ORIGIN, AGE, DISABILITY OR MILITARY SERVICE IN ITS POLICIES OR IN THE ADMISSION OR ACCESS TO, OR TREATMENT OR EMPLOYMENT IN, ITS PROGRAMS, SERVICES OR ACTIVITIES.

EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY EEO/AA COORDINATOR OR OFFICER, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243 TELEPHONE #615/741-2364. ADA INQUIRIES OR COMPLAINTS SHOULD BE DIRECTED TO THE HEALTH SERVICES AND DEVELOPMENT AGENCY'S ADA COORDINATOR, REID BRODGEN, HEALTH SERVICES AND DEVELOPMENT AGENCY, 500 DEADERICK STREET, SUITE 850, NASHVILLE, TN 37243 TELEPHONE #615/741-2364.

Health Services and Development Agency Members

Gene Caldwell, M.D.
Chairman
(Speaker of the House Representative)

Carl Koella
Vice Chair
(Consumer Representative)

Subhi Ali, M.D.
(TMA Representative)

Greg Duckett
(THA Representative)

Manny Martins
(TennCare Representative)

E. Conrad Shackleford, M.D.
(Designee TennCare)

Paula Flowers
(Commerce & Insurance Commissioner)

Robert E. Moore
(Designee Commerce & Insurance)

Faye Weaver
(Comptroller Representative)

Cheryl Cunningham
(Speaker of the Senate Representative)

Bryan Atchley
(Tennessee Healthcare Association Representative)

HEALTH SERVICES AND DEVELOPMENT AGENCY MEETING

The Health Services and Development Agency meeting for July 23, 2003 will be held at the:

Legislative Plaza
6th & Union
Room 31
Nashville, TN
July 23, 2003
8:30 a.m. CDT

The Health Services and Development Agency meeting for August 27, 2003 will be held at the:

Legislative Plaza
6th & Union
Room 31
August 27, 2003
8:30 a.m. CDT

***Meeting location can change**

DIRECTOR'S ANNOUNCEMENTS:

PLEASE NOTE:

In order that the Agency members may have sufficient time to review the meeting packet, please submit all support, rebuttal and comments for matters on the Agency's agenda no later than noon (Central Time) on the thirteenth day before the meeting at which that matter will be heard. The parties are encouraged to provide 19 copies. In accordance with T.C.A., Section 68-11-1609(g)(1), any health care institution wishing to oppose a Certificate of Need application must file a written objection with the Agency and serve a copy on the applicant no later than fifteen days before the agency meeting at which time the application is originally scheduled.

Health Services and Development Agency
Authorization No. 316323, 200 copies, July 2003
This public document was promulgated at a cost of 93¢ per copy.

RESULTS OF APPLICATIONS HEARD AT THE JUNE 2003 HSDA MEETING

NAME AND ADDRESS APPROVED

DESCRIPTION

Willowbrook Home Health Care Agency, Inc.
Two International Plaza, Suite 401
Nashville (Davidson Co.), TN
Barbara Knuutila – (615)—366-6060
CN0301-001
DEFERRED FROM APRIL HSDA MEETING

The addition of twenty-two (22) counties to the existing 14-county service area to include Bedford, Clay, Coffee, Franklin, Giles, Houston, Humphreys, Jackson, Lawrence, Lewis, Lincoln, Marshall, Maury, Montgomery, Moore, Overton, Perry, Putnam, Stewart, Warren, Wayne and White and to relocate the parent office of the home health agency from 125-A Haven Street in Hendersonville (Sumner County) TN to Two International Plaza, Suite 401 in Nashville (Davidson County), TN. If approved, a sister home health agency, Willowbrook Health and Home Services, Inc. also owned by Willowbrook Health Systems, Inc. will discontinue home health agency services and surrender its license within 180 days of approval to provide services to the mental retardation and developmentally disabled population as a licensed Professional Services Agency under the auspices of the Medicaid Waiver program in the applicant's proposed thirty-six (36) county service area.
\$ 11,250.00

Bradley County Memorial Hospital
2305 Chambliss Avenue
P.O. Box 3060
Cleveland (Bradley Co.), TN 37320
James Alwell – (423)—559-6103
CN0302-009
DEFERRED FROM MAY HSDA MEETING

The establishment of an eight (8) bed inpatient psychiatric unit and the initiation of geriatric inpatient psychiatric services. Approximately 4,000 square feet of unused space located on the second floor of Bradley Memorial Hospital will be renovated to accommodate the geriatric psychiatric unit. No major medical equipment will be purchased and no new licensed beds are requested. If approved, the bed complement of the facility will be 207 medical/surgical, 18 obstetrical, 10 ICU/CCU, 8 pediatric and 8 geriatric psychiatric for a total general/pediatric licensed hospital bed complement of 251 beds. There will be no change in the total number of licensed beds.
\$ 165,000.00

Nashville Diagnostic Imaging
3319 West End Avenue
Nashville (Davidson Co.), TN 37203
John Crawford – (615)—665-8889
CN0303-018

The establishment of an outpatient diagnostic center, the acquisition of a magnetic resonance imaging (MRI) unit and the initiation of MRI services. If approved, the facility will be located in approximately 2,500 square feet of space. The renovated and newly constructed space will be located on the first floor of the Crystal Terrace Office Building at 3319 West End Avenue, Nashville, Tennessee.
\$ 2,508,000.00

Methodist Medical Center
990 Oak Ridge Turnpike
Oak Ridge (Anderson Co.), TN 37830
Laurie Halsey – (865)—380-2345
CN0303-019

The renovation and expansion of the existing physical plant located at Methodist Medical Center, 990 Oak Ridge Turnpike, Oak Ridge (Anderson County), Tennessee.
\$ 43,731,689.00

APPLICATIONS TO BE HEARD AT THE JULY 2003 HSDA MEETING

NAME AND ADDRESS	DESCRIPTION
APPROVED	
*The Knoxville Endoscopy Center – West 11440 Parkside Drive Knoxville (Knox Co.), TN 37922 John Wellborn – (615)—665-2022 CN0305-029	The change of site for previously approved Certificate of Need #CN0205-036A from 280 Fort Sanders Boulevard to 11440 Parkside Drive in Knoxville, Tennessee. The Certificate of Need was approved for the establishment of a single specialty ambulatory surgical treatment center (ASTC) to initiate outpatient endoscopy surgery. \$ 2,929,188.00
*Surgery Center of Columbia 725 James Campbell Blvd. Columbia (Maury Co.), TN 38501 Kim Looney – (615)—259-1450 CN0305-033	A change of site and replacement of Surgery Center of Columbia's existing ambulatory surgical treatment center (ASTC) at 1405 Hatcher Lane in Columbia, Tennessee. The ASTC will be located in an existing building at 725 James Campbell Boulevard in Columbia, Tennessee. The existing James Campbell Boulevard building will be purchased by the applicant and subsequently renovated and expanded to accommodate the same number of operating rooms (2) and procedure rooms (3) as the existing, licensed Hatcher Lane ASTC facility. A change in location was approved per CN0210-106A for the construction of a new facility behind the existing Hatcher Lane ASTC in a location that borders Rosewood and Alpine Drives. \$ 2,100,092.00
Knoxville Addiction Research and Treatment Center 7203 Chapman Highway Knoxville (Knox Co.), TN 37920 Rusty Titsworth – (615)—327-4528 CN0302-016	The initiation of methadone treatment and the establishment of a non-residential methadone treatment facility. \$ 733,130.00
DEFERRED FROM JUNE HSDA MEETING	
Memphis Jewish Home 36 Bazeberry Road Cordova (Shelby Co.), TN 38018 David L. West – (901)—758-0036 CN0304-020	The addition of sixteen (16) skilled 'Medicare/Medicaid' nursing home beds to an existing nursing home at 36 Bazeberry Road in Cordova, Tennessee. If approved, the facility will contain one hundred sixty (160) licensed nursing home beds. \$ 149,120.00
Woodcrest at Blakeford at Green Hills 11 Burton Hills Blvd. Nashville (Davidson Co.), TN 37215 Abbie M. Howell-McNeil – (615)—665-9505 CN0304-021	The addition of thirty (30) Nursing Level II Medicare only (Medicare SNF) beds to an existing forty (40) bed Medicare SNF facility, for a total of seventy (70) Medicare SNF beds, as part of an existing continuing care retirement center (CCRC) located on a 10-acre campus in Nashville (Davidson County), Tennessee. The 30-bed Medicare SNF addition will be attached to the existing CCRC building on a site adjacent to Burton Hills Boulevard and east of Hillsborough Road at 11 Burton Hills Boulevard, Nashville, Tennessee 37215. \$ 1,499,124.00

APPLICATIONS TO BE HEARD AT THE JULY 2003 HSDA MEETING

NAME AND ADDRESS

Wesley Neurology Clinic, P.C.
8000 Centerview Parkway, Suite 101
Cordova (Shelby Co.), TN 38018
Noel Falls – (251)—929-1003
CN0304-023

Neurology Clinic, P.C.
8000 Centerview Parkway, Suite 101
Cordova (Shelby Co.), TN 38018
Noel Falls – (251)—929-1003
CN0304-024

Nashville Outpatient Cardiac Center
345 23rd Avenue North
Nashville (Davidson Co.), TN 37203
John Wellborn – (615)—665-2022
CN0304-025

DESCRIPTION

The establishment of an outpatient diagnostic center (ODC) with MRI for patients of the Wesley Neurology Clinic, P.C. and the initiation of shared magnetic resonance imaging (MRI) services with Neurology Clinic, P.C. and its patients. The ODC will be located in approximately 2,000 square feet of leased office space on the first floor of the Oak Ridge Building at 8000 Centerview Parkway, Suite 101 in Cordova (Shelby County), Tennessee.
\$ 1,451,415.00

The establishment of an outpatient diagnostic center (ODC) with MRI for patients of the Neurology Clinic, P.C. and the initiation of shared magnetic resonance imaging (MRI) services with the Wesley Neurology Clinic, P.C. and its patients. The ODC will be located in approximately 2,000 square feet of leased office space on the first floor of the Oak Ridge Building at 8000 Centerview Parkway, Suite 101 in Cordova (Shelby County), Tennessee.
\$ 1,451,415.00

The establishment of an outpatient cardiac catheterization facility with one (1) laboratory and the initiation of cardiac catheterization services in approximately 4,000 gross square feet of leased space in a new medical office building presently under construction at 345 23rd Avenue North, Nashville (Davidson County), Tennessee.
\$ 3,500,000.00

APPLICATIONS TO BE HEARD AT THE AUGUST 2003 HSDA MEETING

NAME AND ADDRESS	DESCRIPTION
Home Health Care of East Tennessee 1796 Mount Vernon Drive Cleveland (Bradley Co.), TN 37311 E. Graham Baker – (615)—383-3332 CN0304-022	The expansion of home health and hospice services into the Tennessee counties of Coffee, Franklin, Morgan, Roane, and Van Buren in addition to the currently licensed counties of Bledsoe, Bradley, Grundy, Hamilton, Loudon, Marion, McMinn, Meigs, Monroe, Polk, Rhea, and Sequatchie. \$ 72,000.00
MedQuest/TCMC Diagnostic Imaging Center, LLC 900 Conference Drive, #6 Goodlettsville (Davidson Co.), TN 37072 E. Graham Baker – (615)—383-3332 CN0304-026	The establishment of an outpatient diagnostic center and the initiation of magnetic resonance imaging services to be located at 900 Conference Drive, #6, Goodlettsville, Tennessee. \$ 2,782,425.00
NFC Surgery Center 345 23 rd Avenue North Nashville (Davidson Co.), TN 37203 John Wellborn – (615)—665-2022 CN0305-030	The establishment of a single specialty ambulatory surgical treatment center (ASTC) and the initiation of ambulatory surgery services at 345 23 rd Avenue North in Nashville, Tennessee. \$ 3,264,672.00
Tennessee PET Scan Center, LLC 520 Highland Terrace, Suite D Murfreesboro (Rutherford Co.), TN 37130 William H. West – (615)—726-5561 CN0305-031	The relocation of an outpatient diagnostic center, the initiation of positron emission tomography (PET) services, and the acquisition of a PET Scanner (CN0211-118A) from 2018 Murphy Avenue in Nashville (Davidson County), Tennessee to 520 Highland Terrace, Suite D in Murfreesboro, (Rutherford) County, Tennessee. \$ 1,813,428.00
UT Endoscopy Center West, LLC 11455 Parkside Drive Knoxville (Knox Co.), TN 37922 Jerry W. Taylor – (615)—726-1200 CN0305-034	The establishment of a single specialty ambulatory surgical treatment center (ASTC) limited to endoscopic surgery. The project will include two procedure rooms. The facility will be located at 11455 Parkside Drive in Knoxville, Tennessee. \$ 1,664,214.00
Radiology & Diagnostics, PLC 1102 Dow Street Murfreesboro (Rutherford Co.), TN 37130 Mark W. Winters – (615)—896-3737 CN0305-035	The initiation of magnetic resonance imaging (MRI) services and the acquisition of MRI equipment to be located at 1102 Dow Street in Murfreesboro, Tennessee. \$ 1,577,618.00
+Chattanooga Orthopaedic Group, P.C. 2415 McCallie Avenue Chattanooga (Hamilton Co.), TN 37404 Rebecca Burnett – (423)—493-0620 CN0305-037	The initiation of in-office magnetic resonance imaging (MRI) services and the acquisition of MRI equipment to be located at 2415 McCallie Avenue in Chattanooga, Tennessee. \$ 1,851,458.40

APPLICATIONS TO BE HEARD AT THE SEPTEMBER 2003 HSDA MEETING

NAME AND ADDRESS

Memphis Orthopaedic Group, P.C.
3980 New Covington Pike, Suite 204
Memphis (Shelby Co.), TN 38128
Jerry W. Taylor – (615)—726-1200
CN0305-036

Blount Memorial Hospital
907 E. Lamar Alexander Parkway
Maryville (Blount Co.), TN 37804
Karen J. Moore – (865)—977-5531
CN0306-038

Methodist Healthcare – University Hospital
1801 Union Avenue
Memphis (Shelby co.), TN 38104
Jane Lucchesi – (901)—516-0679
CN0306-039

Williamson Medical Center
2101 Carothers Road
Franklin (Williamson Co.), TN 37067-8542
E. Graham Baker – (615)—383-3332
CN0306-040

Bradley Regional PET Imaging
2305 Chambliss Avenue
Cleveland (Bradley Co.), TN 37311
John Wellborn – (615)—665-2022
CN0306-041

Cookeville Regional Medical Authority
142 West Fifth Street
Cookeville (Putnam Co.), TN 38501
John Wellborn – (615)—66502022
CN0306-042

Rivergate Imaging Center
3024 Business Park Circle
Goodlettsville (Sumner Co.), TN 37075
John Wellborn – (615)—665-2022
CN0306-043

DESCRIPTION

The initiation of extremity-only MRI services. The MRI unit will be located at 3980 New Covington Pike in Memphis, Tennessee.
\$ 767,335.00

The initiation of positron emission tomography (PET) services. The PET unit will be located on the hospital campus.
\$ 1,804,760.00

The relocation of certain hospital outpatient diagnostic services to a satellite hospital location for the initiation of magnetic resonance imaging (MRI) and computed tomography (CT) scanning services and the purchase of an additional MRI scanner and a CT scanner. The outpatient services will be located at 1801 Union Avenue in Memphis, Tennessee.
\$ 10,243,816.00

The initiation of mobile positron emission tomography (PET) services one (1) day per week. The mobile PET services will be located on the hospital campus of Williamson Medical Center, 2021 Carothers Avenue, Franklin, Tennessee.
\$ 521,785.00

The initiation of mobile positron emission tomography (PET) services one (1) day per week. The mobile PET services will be located on the campus of Bradley County Memorial Hospital, 2305 Chambliss Avenue in Cleveland, Tennessee.
\$ 533,785.00

The acquisition of a combination PET/CT scanner fixed unit to replace an existing CT scanner unit and to replace its current unimplemented Certificate of Need (CN0204-029) for mobile PET service one day per week. The PET/CT scanner will be located on the hospital campus in Cookeville, Tennessee.
\$ 3,864,832.00

The establishment of an outpatient diagnostic center (ODC), the initiation of magnetic resonance imaging (MRI) services, and the acquisition of a MRI scanner. The ODC will be located at 3024 Business Park Circle in Goodlettsville, Tennessee.
\$ 2,446,076.00

**CONTESTED CASES TO BE HEARD BY
AN ADMINISTRATIVE LAW JUDGE SITTING ALONE**

FACILITY	DOCKET #	DESCRIPTION	Hearing Date
Ambulatory Surgical Associates, Inc./Tulahoma Ambulatory Surgery Center Tulahoma, Coffee County - CN0105-031A and CN0105-029	25.00-022931J	Third party appeal of approval of Certificate of Need.	9/26/01
American Drug Care Memphis, Shelby County - CN0006-042A CN0006-042A	25.00-011661J	Third party appeal of approval of CON.	10/25/00
Associates of the Meridian Health Outpatient Surgery Morristown, Hamblen County CN0009-033A	025-258-111	Petitioner appeal of approval of CON.	12/13/00
Henry County Orthopaedic Surgery Center, Inc. Paris, Henry County CN0211-111D	25.00-041227J	Appeal of denial of CON.	02/26/03
Jackson-Madison County General Hospital District Jackson, Madison County CN0206-042A	25.00-035461J	Third party appeal of approval of CON.	9/25/02
Johnson City Addiction Research and Treatment Center Johnson City, Washington County CN0203-026A	25.00-031852J	Third party appeal of approval of CON.	6/26/02
Memphis Center for Research & Addiction Memphis, Shelby County - CN0007-066A	25.00-012938J	Third party appeal of approval of CON.	12/12/01
Methodist Healthcare - Jackson Hospital Jackson, Madison County CN9806-030A	25.00-00-4105J	Third-party appeal of approval of CON.	9/23/98
Southeast Eye Specialists P.C. Chattanooga, Hamilton County CN0211-107	25.00-041226J	Third party appeal of approval of CON.	2/26/03

**CONTESTED CASES TO BE HEARD BY
AN ADMINISTRATIVE LAW JUDGE SITTING ALONE**

FACILITY	DOCKET #	DESCRIPTION	Hearing Date
The Surgery Center/Upper Cumberland Physicians Surgical Center Cookeville, Putnam County CN0106-044D	25.00-002293J	Applicant's appeal of denial of CON. Third-party appeal of approval of CON.	9/26/01
Wellmont Washington County Hospital Johnson City, Washington County CN0007-059	25.00-012115J	Third-party appeal of approval of CON.	10/25/00

NOTICE OF MEETING HEALTH PLANNING AND ADVISORY BOARD

The Health Planning and Advisory Board typically meets the 2nd Thursday of each month, except for August. The next meeting will be held at the:

Legislative Plaza
6th & Union
Room 16
Nashville, TN

No meeting scheduled for August
10:30 a.m. CDT – 2:30 CDT

The Task Force for Criteria and Standards for Certificate of Need will meet immediately following the
Health Planning and Advisory Board, July 10, 2003 at 2:30 p.m.

The subcommittees of the task force for criteria and standards for Certificate of Need will meet as follows:

Subcommittee 1 – Long Term Care

Currently reviewing rehabilitation, home health and hospice. The subcommittee will also begin to review
residential hospice and nursing home criteria. The meeting will be located at:

Andrew Jackson State Office Building
500 Deaderick Street, Suite 860
No meeting scheduled for August

Subcommittee 2 – Acute Care

Currently reviewing cardiac catheterization and open heart surgery criteria.

The meeting will be located at:
Andrew Jackson State Office Building
500 Deaderick Street, Suite 850
No meeting scheduled for August

Subcommittee 3 – Medical Equipment
Currently reviewing PET scanner criteria.

The meeting will be located at:
Legislative Plaza, Room 16
6th & Union

No meeting scheduled for August